|   | 30 Mar 76 11 2 53z   |
|---|--|
|   |  |
| S E C R E T 300059Z MAR 76 STAFF  |  |
| TO: PRIGRITY TEHRAN.  |  |
| FOR AMBASSADOR HELMS FROM DAVID BLEE. REFS: A. DIRECTOR B. TEHRAN   |  |
| I. I AM TAKING THE LIBERTY OF REPLYING IN THE ABSENCE OF GENERAL WALTERS AND BILL NEL SORRY ABOUT THE CONFUSION THE FACTS ARE: A STAFF MEMBER OF THE SENATE A COMMITTEE CONTACTED AND STATED THAT HE HAD BEEN ALLEDFTING TIONAL PERSIAN CARPETS OUT OF A TOTAL OF THREE AS PRESENTS TO SECRETARY KISSINGER BY GENERAL THAT HIS INTEREST IN THE SUBJECT WAS CONNECTED MIRE'S CURRENT EFFORTS TO INTRODUCE AN AMENDME OF STATE AUTHORIZATION ACT CONCERNING GIFTS.  | APPROPRIATIONS  TO LOCATE TWO ADDI- THAT HAD BEEN GIVEN BARZANI. HE STATED WITH SENATOR PROX-                                  |
| CORRECTLY DECLINED TO C THE STAFFER TO THE AGENCY'S OFFICE OF LEGISLAT HE SHOULD WANT TO PURSUE THE MATTER FURTHER. NOTIFIED CIA OF THE ABOVE AND REMINDED THE AGE THREE CARPETS IN QUESTION HAD BEEN DELIVERED T BY CIA HQS. A SECOND RUG HAD BEEN PRESENTED T AND BELIEVED THAT THE AMBASSADOR TEHRAN EMBASSY. A THIRD RUG HAD BEEN GIVEN TO HE TURNED IN TO CIA IN CONFORMANCE WITH HQS RE SAME STAFFER TELEPHONED THE OLC, THE LATTER OF SUBSTANCE OF THE REF A INFORMATION.  | IVE COUNSEL (OLC) IF  THEN THEN OF THE O SECRETARY KISSINGER O AMBASSADOR HELMS HAD PLACED IT IN THE WHICH GULATIONS. WHEN THE |
| 3. WHILE THE AGENCY MADE NO REFERENCE TO THE SENATE STAFFER, WE ARE AWARE THAT PROXM REFERRING TO BARZANI AS THE DONOR NOT ONLY BECFROM THE PRESS ON THIS SUBJECT TO CIA HOS (WHI ALSO BECAUSE THE SENATE STAFFER IN QUESTION MAI CONVERSATION WITH THAT HE WAS INDIVIDUAL THAT HE | IRE'S OFFICE IS<br>AUSE OF AN INQUIRY<br>CH WAS FENDED OFF) - BUT  |

PAGE 2 DIRÉCTOR SE CRET GIVEN BY GENERAL BARZANI. ALSO, PRESS QUERIES TO HOS INDICATE KNOWLEDGE THAT DR. KISSINGER AND THE AMBASSADOR TO TEHRAN WERE RECI-PIENTS OF BARZANI RUGS.

- 4. WE SURMISE THAT INTEREST IN THIS SUBJECT AROSE BECAUSE OF THE REFERENCE TO BARZANI'S GIFTS IN LEAKS BELIEVED TO HAVE COME FROM THE HOUSE SELECT COMMITTEE ON INTELLIGENCE WHICH HAD INVESTIGATED THE KURDISH SITUATION IN DEPTH.
- 5. AGAIN, PLEASE ACCEPT MY APOLOGIES FOR THE CONFUSION IN THE REFERENCED TRAFFIC AND I HOPE THIS MESSAGE WILL CLARIFY THE SITUATION.
- $S \in \mathcal{O}_{R}^{6}$  NO FILE. E2 IMPDET.